

June 6, 2018

Department of the Army
Los Angeles District, U.S. Army Corps of Engineers
Attn: Shannon Pankratz
Regulatory Division, CESPL-RG
915 Wilshire Blvd., Suite 930
Los Angeles, CA 90017
Shannon.L.Pankratz@usace.army.mil

RE: PETERSEN RANCH MITIGATION BANK 2ND CREDIT RELEASE [USACE FILE NO: SPL-2012-00669-BEM, CDFW TRACKING NO: 1600-2015-0075-R5]

Dear Interagency Review Team:

With this letter Land Veritas formally requests the second credit release for Area A and Area E of the Petersen Ranch Mitigation Bank.

Sections VII.A.1.b, VII.C.1.b, and VII.D.2.a(2) of the BEI state that the second credit release (25% of the total anticipated credits) shall occur when:

- i. the Bank Sponsor has submitted as-built drawings pursuant to Sections VII.A.2 and VII.C.2 of the BEI;
- ii. the IRT has approved the as-built condition in writing; and
- iii. the Bank Sponsor has funded a minimum of 15% of the Endowment Fund per Section VI.E.2.a of the BEI.

Item (i) was completed on December 5, 2016 with the submission of the as-built drawings and letter to the IRT.

Item (ii) was completed in April 2017, with individual IRT agencies submitting written as-built approvals between April 20, 2017 and April 25, 2017. On April 24, 2017, IRT released the construction security being held until approval of the as-builts.

Item (iii) was completed on February 7, 2018. Per Exhibit D-2 of the BEI, the total Endowment Fund will include a long-term management account and an easement compliance account. The easement compliance account was fully funded prior to bank establishment. Land Veritas deposited 15% of the total inflation adjusted long-term management amount—{ Ex. 4 CBI for Area A, and Ex. 4 CBI for Area E—to the Southwest Resource Management Association on February 7, 2018 (Table 10). Deposit receipts for these amounts are included as Attachment 1.

Land Veritas Corp. 1505. Bridgeway, Suite 209, Sausalito CA 94965.

p 415.729.3734



As all required items have been completed in accordance with the BEI, we request that the USACE, Lahontan RWQCB, and CDFW issue the second credit release for Areas A and E summarized in the tables below and detailed in the attached ledgers (Attachment 2).

Sincerely,

H. Tracey Brownfield, President

Land Veritas Corp

Cc:

Warren Wong, CDFW Region 5

Sarvy Mahdavi, EPA Region IX

Jan Zimmerman, Lahontan Regional Water Quality Control Board







Table 10. Endowment funding calculations

Ex. 4 CBI



Attachment 1

Endowment Funding Receipts

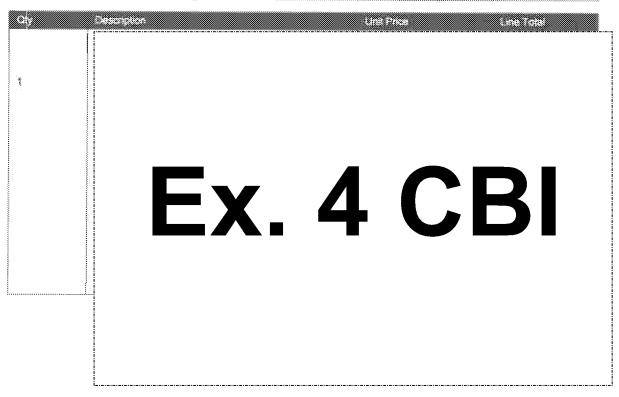
RECEIPT

Southwest Resource Management Association

02-07-18 Invoice #18-01-15

Southwest Resource Management Association 4500 Glenwood Drive Riverside, CA 92501 Phone 951-300-2844 slamb@SRMA-CA.org Tracey Brownfield
LV-BP Investors Ranch, LLC
1505 Bridgeway, Suite 209
Sausalito, CA 94965
Phone 415-729-3733

Contact and Payment Terms Due Date					
Tracey	2" Credit Release for Area A-Peterson Ranch LTM	###			
Brownfield	Endowment	Use on recespt			



Make all checks payable to Southwest Resource Management Association

Thank you for your business!

First Republic Bank

RECEIPT

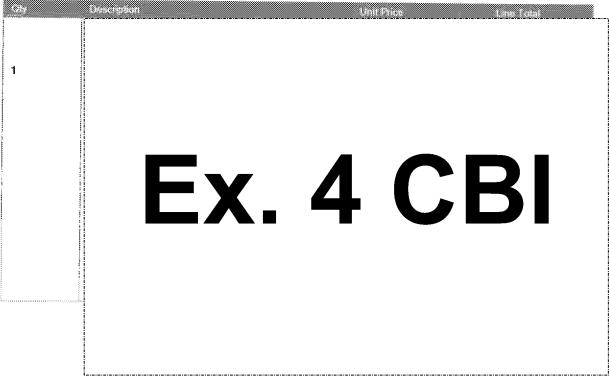
Southwest Resource Management Association

02-07-18 Invoice #18-01-15

Southwest Resource Management Association 4500 Glenwood Drive Riverside, CA 92501 Phone 951-300-2844 slamb@SRMA-CA.org

Tracey Brownfield
LV Lake Elizabeth, LLC Corp
1505 Bridgeway, Suite 209
Sausalito, CA 94965
Phone 415-729-3733

		Payment Ferrin			
Tracey Drownfield	2" Credit Release for Area E-Lake Elizabeth LTI Endowment	M Due on receipt			
Cit Description Unit Price Line Total					



Make all checks payable to Southwest Resource Management Association

Thank you for your business!

First Republic Bank



Attachment 2

Ledgers



